

C. DUKES SCOTT
EXECUTIVE DIRECTOR

P.O. Box 11263
Columbia, S.C. 29211



DAN F. ARNETT
CHIEF OF STAFF

Phone: 803 / 737-0800
Fax: 803 / 737-0301

JOHN W. FLITTER
DIRECTOR
ELECTRIC & GAS REGULATION

February 11, 2008

VIA ELECTRONIC-DELIVERY

Charles L.A. Terreni
Chief Clerk & Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29210

Re: Application of South Carolina Electric and Gas Company Requesting Waiver of Competitive Bid Requirement and Request to Sell Property - Parcels B, C, and E Located Near Lake Murray Boulevard, Irmo, South Carolina
Docket No. 2008-41-E

Dear Mr. Terreni,

The purpose of this letter is to inform the Public Service Commission ("Commission") that the Office of Regulatory Staff ("ORS") has reviewed the above referenced filing and based on this review and the following information we have no objection to South Carolina Electric & Gas Company's ("SCE&G") request to sell three parcels (B, C, and E) of property totaling 6.31 acres located near the town of Irmo in Lexington County without engaging in the Bid Process as set forth in Order No. 92-931. The Company intends to sell these three parcels to Mr. Don Taylor, the current adjacent property owner. Two of the parcels are classified as non-utility property. The third parcel is classified as utility property; however, SCE&G has determined that the property is no longer required for current utility operations. A negotiated price of \$461,400 has been agreed upon by both parties. This price represents the most recent appraised value minus a negotiated amount due to the uncertainty of legal issues associated with an easement across Parcel B. FERC Account No. 421.1, Gain on Disposition of Property, will be credited the difference between the book value and the sale price.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

John W. Flitter

JWF/swh

THIS DOCUMENT IS AN EXACT
DUPLICATE, WITH THE EXCEPTION OF
THE FORM OF THE SIGNATURE, OF THE
E-FILED COPY SUBMITTED TO THE
COMMISSION IN ACCORDANCE WITH ITS
ELECTRONIC FILING INSTRUCTIONS

cc: Dan F. Arnett, Chief of Staff, SC ORS
Nanette S. Edwards, Chief Counsel and Director of Legal Services, SC ORS
Shannon Bowyer Hudson, Counsel, SC ORS
K. Chad Burgess, Senior Counsel – South Carolina Electric & Gas Company